GALLAGHER & KENNEDY

ORIGINAL



ATTORNEYS AT LAW

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VIA HAND DELIVERY

Docket Control Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007

Re:

Arizona Electric Power Cooperative, Inc. ("AEPCO")

Revised Tariff and Rates and Fixed Charge Sheet

Pursuant to Decision No. 64677; Docket No. E-01773A-01-0833

Dear Sir/Madam:

Pursuant to the first ordering paragraph at page 7 of Decision No. 64677, enclosed are the original and ten (10) copies of a revised Class A member tariff and partial requirements member rates and fixed charge sheet reflecting the \$0.002 per kWh adjuster authorized. Both are effective April 1, 2002.

Very truly yours,

GALLAGHER & KENNEDY, P.A.

By:

Michael M. Grant

Arizona Corporation Commission

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ORIGINAL and **TEN** copies filed with Docket Control this 28th day of March, 2002.

Docket Control March 28, 2002 Page 2

COPY delivered via hand delivery this 28th day of March, 2002 to:

John Thornton **Utilities Division** Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007

Linda Jaress **Utilities Division** Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007

Janet Wagner Legal Division Arizona Corporation Commission 1200 West Washington Phoenix, Arizona 85007 Beth Oakly

MMG:bo

Enclosure

10421-0029/996923v1

ARIZONA ELECTRIC POWER COOPERATIVE, INC.

TARIFF

PERMANENT

Effective Date:

April 1, 2002

AVAILABILITY

Available to all cooperative associations which are or shall be all requirements Class A members of the Arizona Electric Power Cooperative, Inc. ("AEPCO").

MONTHLY RATE (BILLING PERIOD)

Electric power and energy furnished under this tariff will be subject to the following rates and terms:

Demand Charge

\$12.44 per kW of billing demand, plus

Energy Charge

\$0.01989 per k Wh used during billing period, plus

Fuel, Purchased Power and Demand Side Management Adjustor

\$0.002 per kWh used during billing period*

<u>Billing Demand</u> – The billing demand shall be that thirty minute integrated Class A member metered demand coincident at the hour of the AEPCO monthly peak. Contracts specifying demand levels and billing parameters are not included in this Class A member definition of billing demand and are billed separately.

Billing Month – The first calendar month preceding the month the bill is rendered.

Additional Charges – Service is also subject to the rates and charges stated in AEPCO's Regulatory Assets and Competition Transition Charge Supplemental Tariff. The demand and energy rates stated herein include no allowance for recovery of regulatory assets. Pursuant to Decision No. 62758, the regulatory assets and RAC have been assigned to Southwest Transmission Cooperative, Inc. AEPCO will pass through to its Class A members the RAC assessed by Southwest Transmission Cooperative, Inc.

<u>Power Factor</u> – Each member shall maintain power factor at the time of maximum demand as close to unity as possible. In the event the power factor measured at the time of the maximum demand is less than 90% lagging or leading, the maximum demand shall be adjusted for billing

^{*} Pursuant to Decision No. 64677, AEPCO is authorized to recover an \$8,294,176 undercollected bank balance from its Class A members through a \$0.002 per kWh adjustor until the balance is zero.

purposes by dividing the maximum measured demand by the measured power factor multiplied by .9. The provisions of the power factor adjustment will be waived if power factor is detrimentally impacted as a direct result of system improvements or a change in operational procedure by AEPCO to reduce transmission losses and/or improve system reliability.

<u>Taxes</u> – Bills rendered are also subject to adjustment for all federal, state and local government taxes or levies on such sales and any assessments that are or may be imposed by federal or state regulatory agencies on electric utility gross revenues.

<u>Transmission And Ancillary Service Charges</u> – Each Class A member will also be billed by AEPCO for charges it incurs for the transmission of energy to the Class A member's delivery point(s). Such charges will be assessed to the Class A member at the rates actually charged AEPCO by the transmission provider and others for transmission service and the provision of ancillary services.

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Arizona Electric Power Cooperative, Inc.

Partial Requirements Member Rates and Fixed Charge (Effective as of April 1, 2002)

Fixed Charge

Mohave Electric Cooperative, Inc.

\$ 688,556 per month

O&M Rate

\$4.76 per kW/month

Energy Rate

\$ 0.01989 per kWh used during the billing period

PPFAC Adjustor

\$ 0.002 per kWh used during billing period*

* Pursuant to Decision No. 64677, AEPCO is authorized to recover an \$8,294,176 undercollected bank balance from its Class A members through a \$0.002 per kWh adjustor until the balance is zero.

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